CITY of REGINA FINANCIAL REPORT

1988

89-05017/

FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 1988

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FOR THE YEAR ENDED DECEMBER 31, 1988

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city of Regina

City Council 1988 to 1991

Mayor
Douglas R. Archer

Councillor
Ted Cholod

Councillor
Bill Gray

Councillor
Doreen Hamilton

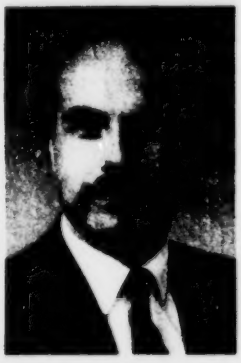
Councillor
Gay Helmsing

Councillor
Darlene Hincks

Councillor
Randy Langgard

Councillor
J. Lipp

Councillor
Joe McKeown

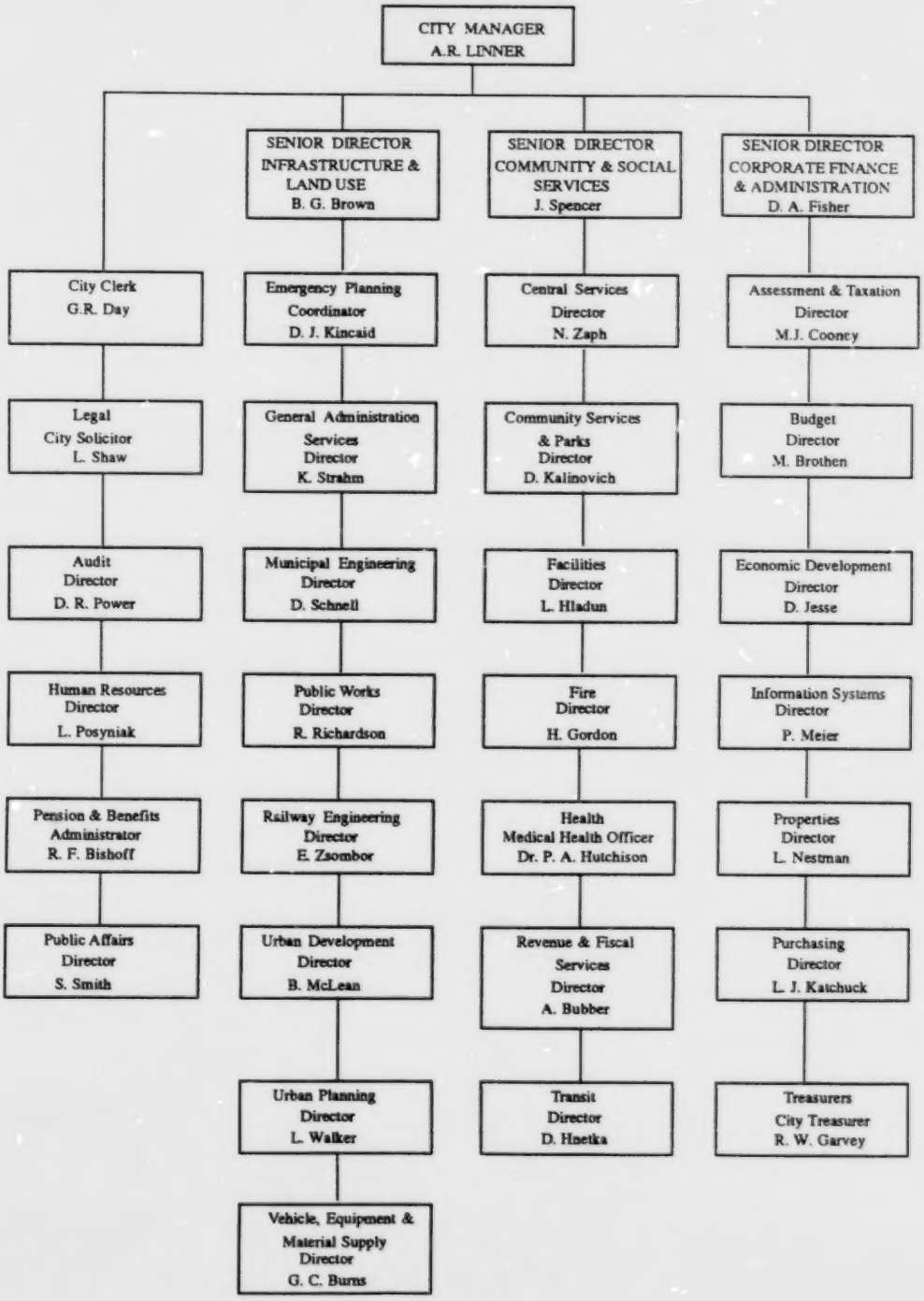


Councillor
Bill Wells

Councillor
Donavon Young

CIVIC ORGANIZATION CHART

1988



CITY TREASURER'S REPORT

1988

To: His Worship the Mayor and
Members of City Council

I am pleased to present the City of Regina Financial Report for the year ended December 31, 1988. The report consists of a balance sheet, statement of revenues and expenditures, statement of capital operations and statement of changes in financial position, which combine the various funds administered by the City. Separate audited statements of the Sinking Fund, General Trust Fund, various civic pension plans and the Regina Public Library Board are also included in this report.

The General Operating Fund ended 1988 with a surplus of $3,695,000, despite no increase in the City of Regina mill rate. A statistical summary contained in this report includes some interesting economic and financial highlights, which may contribute to a better understanding of the City's financial operations.

I take pleasure in acknowledging the co–operation and assistance received from all levels of civic staff throughout the report preparation and audit process.

Respectfully submitted

R. W. Garvey
CITY TREASURER

COMBINED FINANCIAL STATEMENTS

AUDITORS' REPORT

1988

To: His Worship the Mayor and
Members of City Council

We have examined the following financial statements of the City of Regina as at and for the year ended December 31, 1988:

Combined Balance Sheet

Combined Statement of Revenues and Expenditures and Changes in Fund Balance – Operations

Combined Statement of Changes in Financial Position

Combined Statement of Capital Operations

Combined Statement of Changes in Reserves – Operations

Combined Statement of Changes in Reserves – Capital

Combined Statement of Investment in Capital Assets

Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these combined financial statements present fairly the financial position of the City of Regina as at December 31, 1988 and the results of its combined operations and the combined changes in its financial position for the year then ended in accordance with accounting practices described in Note 1 to the financial statements applied on a basis consistent with that of the preceding year.

Coopers & Lybrand

Chartered Accountants
Regina, Saskatchewan
April 21, 1989

COMBINED BALANCE SHEET

DECEMBER 31, 1988

	DOLLARS IN THOUSANDS 1988	1987
ASSETS		
Current Assets		
Cash	$ 709	$ 2,271
Short-Term Investments (Note 2)	38,587	43,772
Accounts Receivable	12,898	12,416
Taxes Receivable	7,698	7,590
Prepaid Expenses	2,655	1,028
Materials and Supplies	2,895	3,304
	65,442	70,381
Loans Receivable	12,646	11,055
Fixed Assets (Note 3)		
Completed Capital Projects	394,900	356,095
Less: Accumulated Depreciation	47,687	46,148
	347,213	309,947
Work In Progress	112,342	114,852
Expenditures Capitalized	2,698	1,975
	462,253	426,774
Deferred Charges (Note 4)	32	51
	$ 540,373	$ 508,261
LIABILITIES AND EQUITY		
Current Liabilities		
Accounts Payable	$ 9,680	$ 13,460
Taxes Collected For Library Board	59	69
Taxes Collected For School Boards	3,280	1,973
Debentures and Coupons Due	254	540
Accrued Debenture, Principal and Interest	1,953	1,924
Current Maturities – Long-Term Debt		
– Debentures (Note 5)	2,096	1,953
– Loans Payable (Note 5)	2,671	2,628
	19,993	22,547
Long-Term Debt		
Debentures (Note 5)	44,771	47,729
Loans Payable (Note 5)	12,564	11,112
	57,335	58,841
Deferred Revenue (Note 6)	4,823	4,921
Equity		
Appropriated		
Investment In Capital Assets (Statement 7)	395,811	353,394
Committed Balances (Note 7)	18,990	21,272
Reserves For Future Expenditures (Note 8, Statement 5 and 6)	28,073	36,319
Capital Trust Fund (Note 9)	11,653	10,744
Fund Balance (Surplus)	3,695	223
	458,222	421,952
	$ 540,373	$ 508,261

See accompanying notes.

COMBINED STATEMENT OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCE – OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1988

BUDGET 1988 (unaudited)		DOLLARS IN THOUSANDS 1988	1987
	REVENUES (Schedule 1, 3, 4, and 5)		
$ 71,950	Mill Rate Sensitive	$ 72,585	$ 70,939
3,126	Other Taxes and Licences	3,233	3,162
17,530	Government Grants	17,591	17,175
213	Legislative	257	
258	Corporate Finance and Administration	280	333
2,861	Infrastructure and Land Use	2,899	3,235
3,924	Community and Social Services	4,216	3,592
20,036	Fiscal Revenues	22,210	19,371
2,366	Fines	2,650	2,419
663	Other Revenue	1,794	797
3,382	Expenditure Recovery	3,460	3,599
	Utilities		
13,962	Waterworks	15,752	13,003
10,013	Sewage	10,582	8,941
7,856	Transit	7,450	7,031
158,140		164,959	153,597
	EXPENDITURES (Schedules 2, 3, 4, and 5)		
1,564	Legislative Services	1,639	1,162
4,080	Corporate Services	4,191	4,530
6,542	Corporate Finance and Administration	6,696	7,139
38,401	Community and Social Services (Note 14)	40,006	38,305
21,743	Infrastrucuture and Land Use (Note 14)	24,132	25,447
7,196	Subsidies, Grants and Levies	7,253	6,903
10,494	Fiscal Services	11,111	10,336
25,265	Police	25,806	24,880
	Utilities		
9,945	Waterworks	10,848	9,500
7,794	Sewage	7,600	7,249
11,543	Transit	11,517	11,541
144,567		150,799	146,992
$ 13,573	Excess of Revenues Over Expenditures	$ 14,160	$ 6,605
$	Fund Balance, Beginning of Year	$ 223	$ 443
13,573	Excess of Revenues Over Expenditures For the Year	14,160	6,605
(13,771)	Interfund Transfers	(13,489)	(11,785)
198	Appropriation From Reserves	2,801	4,960
$ –	Fund Balance, End of Year (Surplus)	$ 3,695	$ 223

See accompanying notes.

COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION

FOR THE YEAR ENDED DECEMBER 31, 1988

	DOLLARS IN THOUSANDS 1988	1987
OPERATING ACTIVITIES		
Excess of Revenues (Expenditures)	$ 14,160	$ 6,605
ADD:		
Items Not Affecting Cash Position:		
Transfers to Surplus and Reserve	6,267	6,052
Changes In Deferred Charges	19	44
Changes In Deferred Revenue	(98)	(62)
Amortization of Foreign Exchange		75
	6,188	6,109
Net Changes in Non–Cash Working Capital Balances:		
Accounts Receivable	(482)	3,743
Taxes Receivable	(108)	454
Prepaid Expenses	(1,627)	(835)
Materials and Supplies	409	19
Accounts Payable, Taxes Collected for Others and Debentures and Coupons Due	(2,769)	(132)
	(4,577)	3,249
Cash Provided by Operating Activities	15,771	15,963
INVESTING ACTIVITIES		
Issuance of Loans	(3,344)	(5,305)
Sale of Investments		941
Sinking Fund Surplus	2,262	2,251
Capital Outlay	(37,775)	(32,138)
Cash Used by Investing Activities	(38,857)	(34,251)
FINANCING ACTIVITIES		
Provincial Grants	1,563	4,979
Land Sales	4,539	6,135
Developers' Hectarage Assessment	3,724	4,195
Sewer and Water Connections	327	467
Local Improvements	330	613
Loan Proceeds	3,085	6,090
Debenture Proceeds	1,401	
Other Sources	1,134	1,078
Transfer to Debenture Reserves	29	(127)
Loan Repayments	207	
Cash Provided by Financing Activities	16,339	23,430
Increase (Decrease) in Cash	(6,747)	5,142
Cash, Beginning of Year	46,043	40,901
Cash, End of Year	$ 39,296	$ 46,043

Cash includes cash and short–term investments.

See accompanying notes.

COMBINED STATEMENT OF CAPITAL OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1988

	DOLLARS IN THOUSANDS 1988	1987
Unexpended Capital Financing, Beginning of Year	$ 32,558	$ 29,298
Source of Funds		
Provincial Grants	1,563	4,979
Land Sales	4,539	6,135
Developers' Hectarage Assessments	3,723	4,195
Sewer and Water Connections	327	467
Local Improvements	330	613
Revenue Contributions From Operations	12,783	9,606
Capital Trust Fund Loans	2,972	3,499
Debenture Proceeds	1,401	
Other Sources	891	860
General Investment Loans		2,478
	28,529	32,832
Use of Funds		
Acquisition of Fixed Assets		
Finance and Administration	607	1,701
Infrastructure and Land Use	12,632	14,477
Community and Social Services	7,736	8,425
Police Services	620	1,891
Utilities – Waterworks	13,670	2,691
– Sewage	1,741	622
– Transit	569	2,331
Grant to Saskatchewan Science Centre	200	
	37,775	32,138
Transfers From Reserves and Operations	579	2,566
Unexpended Capital Financing, End of Year	$ 23,891	$ 32,558

See accompanying notes.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1988

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING PRACTICES

The financial statements have been prepared in accordance with accounting practices considered appropriate for local governments.

A. FINANCIAL STATEMENT PRESENTATION

The combined financial statements include the assets and liabilities, revenues and expenditures, reserves and surpluses of those City funds and governmental functions or entities which have been determined to comprise a part of the aggregate City operations.

The following funds and/or governmental functions or entities have been combined for balance sheet purpose:

- general operating and capital funds
- capital trust fund
- general investment fund
- sewage operating and capital funds
- waterworks operating and capital funds
- transit operating and capital funds

B. BASIS OF ACCOUNTING

(i) Revenue and Expenditure Recognition

The accrual basis of accounting is used for all funds. The accrual basis of accounting recognizes revenues as they are earned and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

The accrual basis of accounting is modified by only recording the following revenues and expenditures when the cash is received or spent:

Revenues:	traffic fines parking fines dog and bike licences grants in lieu of taxes
Expenditures:	vacation plan costs sick leave benefit costs

(ii) Fund Accounting

The City's financial transactions are segmented into various self-balancing funds. All transactions, including some interfund transactions, are disclosed in the financial statements. Each fund is operated under regulations and policies prescribed by Provincial Acts, City bylaws and municipal accounting guidelines.

(iii) Interfund Transfers
During the course of normal operations the City has numerous transactions between funds including expenditures and transfers of resources to provide services, construct assets and service debt. The accompanying financial statements reflect such transactions as "interfund transfers".

(iv) Completed Capital Projects
Completed capital projects acquired or constructed are recorded as expenditures in the fund making the expenditure and capitalized at cost. At the same time an amount equivalent to the completed capital projects capitalized less any long–term borrowing for each project is set up as "Investment in Capital Assets".

(v) Depreciation
Municipal
Assets acquired or constructed for the municipality are not depreciated.

Utilities
Depreciation is provided on those utility fixed assets for which debenture borrowings have been incurred. The amount of depreciation equals the total of the serial debentures redeemed and payments made into the Sinking Fund for those debentures. "Investments in Capital Assets" is increased by the amount of debentures redeemed and payments into the Sinking Fund. This account is reduced by the amount of the accumulated depreciation.

(vi) Investments
All investments are recorded at cost. Investment earnings are accounted for on the accrual basis except for premiums and discounts, which are recognized in the accounts at the time of sale or maturity.

(vii) Interest Capitalization
It is the City's policy not to capitalize interest on projects under construction.

(viii) Inventories
Inventories of materials and supplies are valued at cost.

(ix) Taxes Collected for Others
The City collects taxes for the Regina Public Library Board, the Regina Separate School Board and the Regina Public School Board. These taxes are remitted to the respective Boards less recovery of discounts and cancellations relating to school taxes. Only the recovery amount is included in the revenues of the City.

(x) Debt
Debt service costs including principal and interest are charged against current operations.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1988

NOTE 2 SHORT-TERM INVESTMENTS

Short-term investments recorded at a cost of $38,587,000 (1987 – $43,772,000) have a market value approximating cost.

NOTE 3 FIXED ASSETS

The Fixed Assets consist of land, buildings and equipment and are classified in accordance with the City's budgetary practices, as follows:

	Dollars In Thousands			
	Completed Capital Projects	Work In Progress	Total 1988	1987
Finance and Administration	$ 1,454	$ 2,477	$ 3,931	$ 3,275
Infrastructure and Land Use	161,774	57,307	219,081	205,222
Community and Social Services	81,936	22,433	104,369	99,189
Police	8,530	2,604	11,134	10,514
Utilities – Waterworks	46,882	17,560	64,442	51,456
– Sewage	34,568	2,700	37,268	36,262
– Transit	12,069	7,261	19,330	18,881
	347,213	112,342	459,555	424,799
Expenditures Capitalized*	2,698		2,698	1,975
	$349,911	$112,342	$462,253	$426,774
Totals are net of accumulated depreciation		$ 47,687	(1988)	
		$ 46,148	(1987)	

*Expenditures capitalized represent the amount borrowed by the City to finance the construction or acquisition of assets for which the City does not hold title. The amount includes expenditures for the Friendship Centre, Centre of the Arts, Exhibition Association and street lighting. This amount is reduced as the debt is retired.

NOTE 4 DEFERRED CHARGES

This amount represents the unamortized portion of shop and small field equipment. All such equipment is amortized over its expected useful life of five years. During 1988 approximately $19,000 was amortized (1987 – $44,000).

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1988

NOTE 5 LONG-TERM DEBT

A. Debenture Debt

Year Repayable	Interest Rate %	Amount In U.S. Dollars	Serial Debt	Sinking Fund Debt	Total Debt	Equity In Sinking Fund
1989	5 3/8 – 11 1/4	$	$2,241,999	$ 665,000	$2,906,999	$ 615,151
1990	5 1/2 – 10 1/2		2,386,593	1,879,000	4,265,593	1,668,099
1991	5 3/8 – 17 5/8	2,199,000	2,525,093	5,714,000	8,239,093	4,547,781
1992	8 – 17		2,780,121	2,213,000	4,993,121	1,632,178
1993	8 3/8 – 12 1/4		3,022,086	1,813,000	4,835,086	1,339,604
1994	8 – 13		2,021,061	914,000	2,935,061	564,357
1995	8 – 11 1/4		2,204,732	3,413,000	5,617,732	1,916,184
1996	9 – 17 5/8		1,722,532	697,000	2,419,532	317,029
1997	9 3/8 – 17		1,623,607	11,760,000	13,383,607	3,985,813
1998	9 1/4 – 12 1/4		1,625,929	5,212,000	6,837,929	2,074,720
1999	9 3/4 – 13		767,000	3,823,000	4,590,000	761,506
2000	11			1,790,000	1,790,000	279,054
2001	10 – 17			3,847,000	3,847,000	828,161
2002	17			2,275,000	2,275,000	521,107
2003	10 7/8			1,356,000	1,356,000	
		$2,199,000	$22,920,753	$47,371,000	$70,291,753	$21,050,744

Long-Term Debt – Net of Equity in Sinking Fund	$49,241,009		
Add: Provision for Foreign Exchange Loss	360,348		
	49,601,357		
Less: Recoverable From School Boards	2,734,209	Current Maturities	$ 2,095,865
Total Net Debenture Debt	$46,867,148	Long-Term	44,771,283
			$46,867,148

B. Loans Payable – Third Party Loans

Maturity	Interest Rate	Description	Principal Outstanding Dec. 31/88	Dec. 31/87
December 1, 1991	10.5%	Mortgage	$ 785,881	$ 998,269

Principal amounts due in each of the next three years are as follows:

1989 $232,778 1991 $295,242
1990 257,861

Interfund Loans
(Disclosed as Loans Receivable by the fund issuing the Loan)

		General Investment Loans	4,400,780	4,025,840
Current Maturities	$ 2,671,117	Capital Trust Loans	10,047,822	8,715,698
Long-Term	12,563,366		14,448,602	12,741,538
	$15,234,483		$15,234,483	$13,739,807

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1988

NOTE 6 DEFERRED REVENUE

Deferred revenue includes prepaid rents, frontages and taxes and will be taken into revenue in the years 1989 to 2002. The following amount was taken into revenue in 1988 – $98,000 (1987 – $62,000).

NOTE 7 COMMITTED BALANCES

At year end the following funds have been reserved for the completion or continuation of capital projects in the following areas:

	Dollars in Thousands	
	1988	1987
Finance and Administration	$ 526	$ 953
Infrastructure and Land Use	8,376	10,339
Community and Social Services	2,816	4,303
Police	331	605
Utilities – Waterworks	2,264	2,236
– Sewage	3,344	2,455
– Transit	1,275	94
Sewer and Water Connections	58	287
	$ 18,990	$ 21,272

NOTE 8 RESERVES FOR FUTURE EXPENDITURES

Reserves represent money set aside for future financial obligations. The total balance of reserves for future expenditures is made up of the following:

	Dollars in Thousands	
	1988	1987
Operating Reserves		
Set Aside for Specific Purposes by City Council*:		
– Equipment Replacement and Maintenance	$ 4,842	$ 3,685
– General City Operations	5,046	4,058
– Utility Operations	3,220	1,174
– Low Cost Housing Projects	679	587
– Downtown Transportation	491	340
– General Insurance	1,019	742
– Employee Benefits	1,091	1,024
– Financial Commitments	574	709
	16,962	12,319
Set Aside for Specific Purposes by Legislation Regulation or Agreement**:		
– Working Capital	269	436
– Acquisition of Public Lands	975	714
– Mill Rate Stabilization	256	1,237
	1,500	2,387
	$ 18,462	$ 14,706

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1988

	Dollars in Thousands 1988	1987
Capital Reserves		
Set Aside for Specific Purposes by City Council*:		
– General Capital Acquisitions	$ 231	$ 895
– Public Health and Welfare	424	350
– Public Works	381	472
– Waterworks Capital Projects		770
– Sewage Capital Projects		2,974
– Transit Vehicle Replacements	235	315
	1,271	5,776
Set Aside for Specific Purposes by Legislation, Regulation or Agreement:**		
– Land Acquisition and Development	3,393	8,406
– New Subdivision Work	821	3,908
– Parks	2,987	2,404
– Local Improvements	445	425
– Parking	694	694
	8,340	15,837
	$ 9,611	$ 21,613
Total Reserves for Future Expenditures	$ 28,073	$ 36,319

*Set up by City Council under the powers authorized by The Urban Municipalities Act, 1984.

**Reserves that are legally required to be set up in accordance with such acts as The Urban Municipality Act, 1984, The Planning and Development Act or The Local Improvement Act.

NOTE 9 CAPITAL TRUST FUND

The capital trust fund was established under Section 233 of The Urban Municipality Act, 1984 and City Bylaw No. 7623 to provide funding for capital projects through the issuance of repayable loans. Statutory provision requires that all loans and investments be subject to the formal approval of the Saskatchewan Municipal Board.

Change in the Capital Trust Fund for the Year Ended December 31, 1988.

	Dollars in Thousands 1988	1987
Balance, Beginning of Year	$ 10,744	$ 9,925
Transfer From Operations	909	819
Balance, End of Year	$ 11,653	$ 10,744

NOTES TO FINANCIAL STATEMENTS

Change in the Outstanding Loans for the Year Ended December 31, 1988.

	Dollars in Thousands 1988	1987
Outstanding Loans, Beginning of Year	$ 8,716	$ 6,636
Less: Repayments	1,753	1,532
	6,963	5,104
Add: New Loans	3,085	3,612
Outstanding Loans, End of Year	$ 10,048	$ 8,716

NOTE 10 ASSETS AT NOMINAL VALUE

Saleable land is recorded at nominal value. Proceeds from the sale of land are recorded as revenue in the year sold. At year end the approximate market value of saleable land was $12,490,000 (1987 – $15,670,000).

NOTE 11 TAX REVENUE

General tax revenue is comprised of the following:

Regina School Division #4	$ 48,703,323
Regina Roman Catholic Separate School Division #81	18,009,110
Regina Public Library Board	6,801,485
Hospital Tax Submitted Directly	2,025,974
City's Share	66,920,530
Total	$142,460,422

NOTE 12 SUPERANNUATION AND BENEFIT PLAN

All permanent employees of the City and Elected Officials are members of a superannuation plan. The City's share of contributions is recorded as an expenditure in the year in which it accrues.

The Civic Employees' Superannuation and Benefit Plan also includes employees of the Regina General Hospital, the Regina Public Library, the Buffalo Pound Water Administration Board and the non–teaching staff of the Board of Education of Regina School Division No. 4.

In addition to the regular contributions, the City is required to pay the following annual payments:

Unfunded Past Service Costs	
Civic Employees' Superannuation & Benefit Plan (to December, 1993)	$ 155,149
Police Superannuation & Benefit Plan (to December, 2008)	63,949
Elected Officials' Pension Plan (to September, 1990)	2,873
Experience Deficiency Costs	
Elected Officials' Pension Plan (to December, 1987)	1,344

A triennial actuarial valuation is required by statute.

According to the latest actuarial valuation of the three plans, the status of each plan was:

Civic Employees' Superannuation & Benefit Plan	
– Projected Surplus	$4,057,000 (December 31, 1987)
Police Superannuation & Benefit Plan	
– Projected Surplus	261,000 (December 31, 1985)
Elected Officials' Pension Plan	
– Projected Surplus	34,337 (December 31, 1985)

NOTE 13 EMPLOYEE BENEFITS

Under the various union agreements, unused sick leave can accumulate and employees may be entitled to a cash payment when they leave the employment of the City.

Certain employees of the Police and Transit Departments are not eligible for vested sick leave benefits but may receive severance or retirement allowances.

The liability for these accumulated costs, to the extent that they are vested and could be taken in cash by an employee on termination, amounted to approximately $7,282,000 (1987 – $6,789,000).

In addition, at December 31, 1988, the City has a liability for vacation pay of approximately $6,131,000 (1987 – $6,098,000).

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1988

NOTE 14 EXPENDITURES FROM RESERVES

The budget amounts for Infrastructure and Land Use and Community and Social Services do not provide for expenditures from reserves in the amounts of $3,868,856 and $877,177, respectively.

NOTE 15 COMPARATIVE NUMBERS

Certain 1987 figures have been restated to conform to 1988 financial statement presentation.

SUPPLEMENTARY STATEMENTS AND SCHEDULES

COMBINED STATEMENT OF CHANGES IN RESERVES - OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1988

	DOLLARS IN THOUSANDS 1988	1987
Balance, Beginning of Year	$ 14,706	$ 13,778
Sources of Funds (Revenue):		
Contributions From Operations	9,387	7,574
Contributions From Employees	94	137
Interest Earned	164	135
Transfer From Other Funds	5,787	6
Other	900	347
Gain on Foreign Exchange		7
Developers' Servicing Agreements	8	267
	16,340	8,473
Uses of Funds (Expenditure):		
Direct Purchases of:		
Non-Capitalized Equipment	4,835	5,635
Inventory	61	128
Transfers to Operations	2,069	419
Transfers to Capital	5,446	1,192
Employee Benefits		
Administration	54	72
Premiums	13	17
Loss on Foreign Exchange		17
Other	106	65
	12,584	7,545
Balance, End of Year	$ 18,462	$ 14,706

See accompanying notes.

COMBINED STATEMENT OF CHANGES IN RESERVES - CAPITAL

FOR THE YEAR ENDED DECEMBER 31, 1988

	DOLLARS IN THOUSANDS 1988	1987
Balance, Beginning of Year	$ 21,613	$ 15,942
Sources of Funds (Revenue):		
Contributions From Operations	11,876	5,745
Contributions From Capital Projects	351	3,730
Interest Earned	27	21
Other		5
Sale of Land	4,540	5,977
Developers' Hectarage Assessments	3,723	3,644
Property Sales Capital Loans	940	975
	21,457	20,097
Uses of Funds (Expenditure):		
Transfers to Operations		76
Transfers to Capital Projects	33,146	14,206
Capital Trust Loan Repayment	113	113
Director Purchases of Assets		31
Grant to Science Centre	200	
	33,459	14,426
Balance, End of Year	$ 9,611	$ 21,613

See accompanying notes.

COMBINED STATEMENT OF INVESTMENT IN CAPITAL ASSETS

FOR THE YEAR ENDED DECEMBER 31, 1988

	DOLLARS IN THOUSANDS 1988	1987
Balance, Beginning of Year	$ 353,394	$ 324,725
ADD:		
Retirement of Debentures	2,859	4,286
Revenue Contributions From Operations	8,404	8,997
Provincial and Federal Grants	7,748	10,718
Loan Repayments	2,490	1,871
Other Sources	12,476	5,272
Sinking Fund Reserve Adjustments	1,357	38
Investment In Work In Progress	8,798	(873)
	44,132	30,309
DEDUCT:		
Depreciation	1,539	1,471
Cost of Assets Sold Or Written Off	176	169
	1,715	1,640
Balance, End of Year	$ 395,811	$ 353,394

See accompanying notes.

SCHEDULE OF REVENUES - GENERAL OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1988

BUDGET 1988 (unaudited)		ACTUAL 1988	1987
	MILL RATE SENSITIVE		
$ 66,587,400	General Taxes - Municipal (Note 11)	$ 66,920,530	$ 65,086,254
2,096,900	Grant-In-Lieu of Taxes - Provincial	2,073,340	1,963,773
1,284,200	Grant-In-Lieu of Taxes - Federal	1,275,132	1,232,467
653,000	Supplementary Business Taxes	894,492	992,350
653,800	Housing Authority Grant-In-Lieu	654,686	611,389
322,200	Supplementary Taxes - Municipal	584,774	696,773
103,800	Saskatchewan Housing - Grant-In-Lieu	115,800	103,766
248,600	C.P.R. Grant-In-Lieu of Taxes	66,534	252,677
$ 71,949,900		$ 72,585,288	$ 70,939,449
	OTHER TAXES AND LICENCES		
$ 1,088,000	Local Improvement Levy	$ 1,136,341	$ 1,062,505
689,900	Amusement Tax	696,424	797,033
698,900	Paved and Gravel Lanes Assessment	695,270	640,388
559,200	Business Licences	578,992	573,264
55,000	Dog Licences	78,065	51,579
27,500	Bicycle Licences	40,994	29,105
5,400	Chauffeur Licences	5,315	5,889
1,800	Boarding Care Home Licences	1,200	1,855
100	Sanitary Tax	80	120
$ 3,125,800		$ 3,232,681	$ 3,161,738
	GOVERNMENT GRANTS		
	Provincial Grants		
$ 15,711,400	Revenue Sharing Grant	$ 15,711,434	$ 15,627,443
1,199,800	Health Grant	1,185,210	850,452
480,800	Transport For Handicapped Grant	498,484	506,087
10,000	Other Provincial Grants	11,447	11,500
56,500	Recovery - Mobile Family Service Grant	56,500	56,500
	Inter-Municipal Recreation Grant	2,636	2,500
	Federal Grants		
31,300	Welfare Service Grant	59,223	68,111
40,000	Other Federal Government Grants	66,209	52,352
$ 17,529,800		$ 17,591,143	$ 17,174,945

See accompanying notes.

SCHEDULE OF REVENUES - GENERAL OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1988

BUDGET 1988 (unaudited)		ACTUAL 1988	ACTUAL 1987
	LEGISLATIVE		
$ 213,100	School Board Election Recovery	$ 256,748	
	CORPORATE FINANCE AND ADMINISTRATION		
$ 115,000	Auction Sales and Salvage Proceeds	$ 130,125	$ 116,783
58,100	Storage Fees - Seized Vehicles	64,351	53,086
69,500	Tax Certificates and Search Fees	61,953	68,396
15,600	Dog Pound Fees	23,840	13,970
	Micrographics		80,360
$ 258,200		$ 280,269	$ 332,595
	INFRASTRUCTURE AND LAND USE		
$ 770,000	Parking Meter Fees	$ 799,126	$ 793,660
800,000	Building Permit Fees	780,201	1,059,755
756,900	Sanitary Landfill Service Charges	712,367	795,024
291,100	Garbage Collections	258,733	318,687
147,500	Inspections - Private Developers	139,654	166,941
18,100	Miscellaneous	124,027	8,446
29,000	Rezoning Application Charges	33,728	35,684
13,800	Licence and Encroachment Fees	16,040	18,435
9,000	Sign Permit Fees	12,974	10,586
10,400	Building Reports	9,248	7,613
8,000	Building Grade Fees	8,340	9,784
7,000	Street Name Signs Charges - Private Developers	4,649	10,225
$ 2,860,800		$ 2,899,087	$ 3,234,840
	COMMUNITY AND SOCIAL SERVICES		
$ 2,736,900	General Fee Revenue	$ 2,507,212	$ 2,163,337
117,600	Registrations	369,851	353,075
390,000	Cemeteries	461,217	375,026
247,200	Concessions	210,847	178,419
62,400	Recreation Room Rentals	135,114	140,645
60,000	R.R.A.P. Inspection Fees	121,519	86,954
60,000	Vigilance - Early Warning System	106,003	78,628
81,900	Lounges	82,000	6,474
47,400	Other Recreation Revenues	59,925	69,463
35,500	Fire Suppression Services	50,661	41,797
	Saskatchewan Trust - Trust Initiatives Program	37,074	6,426
23,900	Field Rentals	22,251	49,360
5,100	Lockers	13,893	9,103
	Marketing Revenue	12,709	
14,000	Sports Clinic Registration	12,155	12,723
13,700	Lighting Charges	6,945	14,817
5,400	Medical Charges - Immunizations	6,195	5,093
22,900	Office Space Rental		
$ 3,923,900		$ 4,215,571	$ 3,591,340

See accompanying notes.

SCHEDULE OF REVENUES - GENERAL OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1988

BUDGET 1988 (unaudited)		ACTUAL 1988	ACTUAL 1987
	FISCAL REVENUES		
$ 12,452,800	Electrical Distribution System	$ 13,412,031	$ 11,508,038
3,680,000	Short-Term and Bank Interest	4,552,938	3,867,466
2,145,400	Provincial Gas Distribution Franchise	2,398,872	2,131,452
743,200	Penalty on Arrears of Taxes	735,775	781,929
812,600	Penalty on Current Taxes	710,677	677,929
2,000	General Investment Fund Interest Earnings	275,671	195,366
185,000	Average Daily Bank Balance Interest	78,392	181,961
2,000	Bad Debt Recovery - Business Tax	18,607	10,536
7,800	Tax Enforcement Charges	6,547	10,817
4,900	Other	20,889	5,337
$ 20,035,700		$ 22,210,399	$ 19,370,831
	FINES		
$ 922,700	Fines Due - Municipal Court	$ 1,351,407	$ 1,095,874
1,393,300	Parking Tickets	1,259,440	1,287,679
40,000	Dog Fines	31,220	26,310
9,700	Anti-Litter Fines	6,895	9,380
	Fines - Failure to Appear	1,355	
$ 2,365,700		$ 2,650,317	$ 2,419,243
	OTHER REVENUE		
$ 14,400	Sundry Receipts	$ 1,293,230	$ 108,114
210,300	Work For Private Parties - Profit	98,888	144,471
114,600	Claims Revenue	65,142	109,478
25,600	Other Fees	61,053	46,705
61,700	Recoverable Wages - Workers' Compensation	58,003	81,810
64,000	Employee Parking	53,037	59,930
44,000	Planning Receipts	46,257	45,977
37,500	Cafeteria Caterer Lease Charge	30,120	34,280
30,000	Gun Registration and Vendor Fees	23,835	26,885
18,000	City Hall Rental	20,342	22,231
20,800	Sales - Maps, Prints, Pins, Publishing	14,336	15,254
10,000	Sale of Convention Permits	10,073	6,738
8,000	Miscellaneous Police Revenue	9,179	8,250
	Share of Profit - Regina Local Housing	8,132	6,465
4,100	Other	2,288	80,481
$ 663,000		$ 1,793,915	$ 797,069
	EXPENDITURE RECOVERY		
$ 1,435,400	Boards' Finance Charges	$ 1,504,286	$ 1,407,833
1,187,300	Administration Charge - Utilities	1,187,300	1,097,000
599,500	Engineering Charges	609,130	429,014
145,000	Administration Charge - Pension Funds	144,600	575,656
15,000	Administration Charge - B.P.W.A.B.	15,000	15,000
	Inter/Intra Fund Administration Charge		74,876
$ 3,382,200		$ 3,460,316	$ 3,599,379

See accompanying notes.

SCHEDULE OF EXPENDITURES – GENERAL OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1988

BUDGET 1988 (unaudited)		ACTUAL 1988	ACTUAL 1987
	LEGISLATIVE SERVICES		
	Elected Officials and Committees		
$ 341,400	City Council	$ 313,710	$ 430,192
202,000	Mayor's Office	201,759	145,383
3,400	Boards and Commissions	847	2,080
546,800		516,316	577,655
	Legislative Support Services		
516,500	Legislative Support Services	515,836	504,119
	Other Legislative Services		
437,900	Elections	538,799	9,332
62,600	Corporate Memberships	68,505	70,419
500,500		607,304	79,751
$ 1,563,800		$ 1,639,456	$ 1,161,525
	CORPORATE SERVICES		
$ 775,300	Senior Management	$ 1,063,053	$ 1,099,715
	Personnel and Pension Administration		
1,008,600	General Administration	998,025	1,097,421
166,700	Special Programs	96,158	134,605
1,175,300		1,094,183	1,232,026
649,400	Legal Services	703,784	668,869
796,500	Policy, Planning and Audit	666,049	824,749
683,300	Claims and Insurance	664,123	704,972
2,129,200		2,033,956	2,198,590
$ 4,079,800		$ 4,191,192	$ 4,530,331

See accompanying notes.

SCHEDULE OF EXPENDITURES - GENERAL OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1988

BUDGET 1988 (unaudited)		ACTUAL 1988	ACTUAL 1987
	CORPORATE FINANCE AND ADMINISTRATION		
$ 2,692,000	Financial Administration	$ 2,825,847	$ 3,623,176
1,859,600	Assessment and Taxation	1,869,087	1,805,823
646,600	Systems Administration	649,817	434,723
630,700	Office Services	648,401	614,097
5,828,900		5,993,152	6,477,819
	Business Promotions		
284,400	Economic Development Administration	291,328	300,655
8,000	Trade Shows and Missions	7,612	22,756
292,400		298,940	323,411
	Control and Enforcement		
289,600	Animal Control	271,551	193,083
130,900	Parking Ticket Collection	131,851	144,791
420,500		403,402	337,874
$ 6,541,800		$ 6,695,494	$ 7,139,104

See accompanying notes.

SCHEDULE OF EXPENDITURES - GENERAL OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1988

BUDGET 1988 (unaudited)		ACTUAL 1988	ACTUAL 1987
	COMMUNITY AND SOCIAL SERVICES		
	Health Promotion and Disease Prevention		
$ 1,605,700	Public Nursing	$ 1,623,830	$ 1,525,874
622,600	Health Administration	638,653	383,204
466,500	Environmental Health Programs	448,057	452,250
178,300	Immunization and Infant Diseases	172,127	179,494
126,400	Facility Maintenance	122,461	72,832
73,400	Nutrition	64,715	80,874
55,300	Biostatistics	56,435	53,751
	Child Abuse		6,267
3,128,200		3,126,278	2,754,546
3,736,600	Community Support - General	3,754,183	3,471,976
488,300	Social Planning	391,081	460,507
541,900	Public Relations	630,977	558,437
328,700	Citizen Information	248,730	7,476
	Fire Prevention and Suppression		
13,778,200	Suppression/Rescue	14,084,906	13,949,057
396,100	Fire Administration	361,414	342,641
306,900	Communications	346,689	336,457
332,300	Inspection and Investigation	332,686	427,669
303,100	Maintenance - Fire Buildings	307,204	380,707
182,800	Training	210,204	185,039
81,700	Maintenance - Vehicles	83,985	
35,700	Vigilance	14,832	14,285
15,416,800		15,741,920	15,635,855

See accompanying notes.

SCHEDULE OF EXPENDITURES – GENERAL OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1988

BUDGET 1988 (unaudited)		ACTUAL 1988	ACTUAL 1987
	Community Services and Parks		
$ 5,147,100	Sports and Recreation Facilities	$ 5,324,558	$ 4,644,874
3,381,700	Parks Maintenance	3,342,660	3,285,826
1,092,300	Mechanical Maintenance	1,127,879	1,392,132
743,900	Forestry	812,615	791,573
769,900	Golf Courses	808,730	796,725
714,100	Recreation Centres	670,554	618,097
621,300	Cemeteries	637,473	630,646
540,400	Horticulture	621,941	670,781
539,000	Decentralized Services	577,978	562,416
474,200	Outdoor Pools	462,705	405,730
337,000	Administration	428,950	356,485
400,000	Parks – New Construction	419,770	329,490
	Expenditures From Reserve		
	Equipment Replacement	480,487	595,257
	Mechanical Maintenance	396,630	335,909
14,760,900		16,112,930	15,415,941
$ 38,401,400		$ 40,006,099	$ 38,304,738

See accompanying notes.

SCHEDULE OF EXPENDITURES - GENERAL OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1988

BUDGET 1988 (unaudited)		ACTUAL 1988	ACTUAL 1987
	INFRASTRUCTURE AND LAND USE		
$ 3,362,800	Street Lighting	$ 3,317,669	$ 3,084,180
3,174,400	Urban Development	2,974,973	3,430,924
2,408,800	Waste Collection and Control	2,380,039	2,874,387
1,848,100	Repair/Reconstruct Road Services	1,776,956	1,793,438
1,331,200	Municipal Engineering	1,390,840	1,339,519
1,388,100	Urban Planning	1,291,587	1,254,534
2,052,800	Winter Road Maintenance	1,264,014	1,214,348
1,135,600	Traffic Control	1,125,672	1,035,704
1,207,500	Sanitary Landfill	1,112,568	1,103,909
1,015,800	Public Works Administration	1,001,577	1,212,296
720,400	Street Cleaning	720,726	726,761
625,300	Sidewalk Maintenance	651,917	723,320
655,000	General Administration	647,121	521,831
481,100	Drainage	350,736	361,171
180,900	Parking	135,142	129,522
126,900	Emergency Planning	100,991	115,808
28,000	Maintenance of Boulevards and Bridges	20,174	72,787
	Expenditures From Reserves		
	Equipment Maintenance and Repair	3,132,796	2,845,991
	Equipment Replacement	559,206	1,338,548
	Asphalt Plant	115,750	122,449
	City Gravel Supply	61,104	123,932
	Equipment Facilities		21,924
$ 21,742,700		$ 24,131,558	$ 25,447,283

See accompanying notes.

SCHEDULE OF EXPENDITURES – GENERAL OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1988

BUDGET 1988 (unaudited)		ACTUAL 1988	ACTUAL 1987
	SUBSIDIES, GRANTS AND LEVIES		
	Grants and Subsidies		
$ 2,552,200	Senior Citizens' Passes	$ 2,462,318	$ 2,360,263
961,700	Transportation of the Handicapped	996,968	1,012,175
295,200	Arts Commission	295,190	293,000
277,800	Community Grants Review Board	277,800	277,800
183,200	Convention and Visitors' Bureau	183,200	183,200
100,400	Other Grants	156,873	105,561
145,400	Grant – Regina Market Square	145,400	145,400
103,200	Free Transportation	133,089	125,154
113,000	Mobile Crisis Centre	113,000	113,000
108,100	Grant – Senior Citizens' Centre	108,100	108,100
89,800	Community Associations	89,800	89,800
97,000	Hospitality Grants	89,690	
76,500	Zone Board Recreation Grants	76,500	
21,900	Subsidized Housing	47,277	35,860
25,000	Humane Society	25,000	66,000
10,000	Sporting Group Grants	10,380	10,000
10,000	Cultural Group Grants	8,854	5,124
1,300	Senior Citizens' Services		284
5,171,700		5,219,439	4,930,721
	Provincial Transfer Payments		
481,600	Social Services Levy	490,795	462,074
	Contractual Transfer Payments		
813,900	Wascana Centre – Maintenance of Land	813,888	796,510
478,400	Wascana Centre Contribution	478,392	495,770
250,000	Agridome Operating Grant	250,000	217,735
1,542,300		1,542,280	1,510,015
$ 7,195,600		$ 7,252,514	$ 6,902,810

See accompanying notes.

SCHEDULE OF EXPENDITURES - GENERAL OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1988

BUDGET 1988 (unaudited)		ACTUAL 1988	1987
	FISCAL SERVICES		
	Debt Charges - Non-Recoverable		
$ 7,137,200	Debenture Charges - General	$ 6,983,203	$ 7,354,519
1,130,100	General Investment Loan Repayments	1,130,107	500,367
654,000	Discount on Taxes - Property	663,977	815,883
225,000	Cancellations Tax Arrears - Business	569,230	261,540
450,000	Current Tax Cancellations - Business	498,818	500,413
159,800	Current Tax Cancellations - Property	372,717	177,702
72,200	Cancellations Tax Arrears - Property	357,222	83,925
154,400	Discount on Taxes - Business	156,101	192,618
162,100	Frontage Tax	148,343	158,303
105,800	Civic Pension Plan Special Payment	105,766	102,893
163,600	Foreign Exchange	73,959	141,069
47,000	Bank Charges	19,487	24,428
18,300	Hospital Pension Plan Payment	18,341	18,341
14,200	Miscellaneous	14,147	4,216
$ 10,493,700		$ 11,111,418	$ 10,336,217
	POLICE		
$ 11,210,800	Patrol Division	$ 12,725,567	$ 10,994,439
5,639,800	Technical Support	6,223,897	5,651,005
3,337,400	Criminal Investigation Division	3,846,400	3,380,712
4,493,900	Administrative Services	2,118,045	4,270,664
583,100	Executive Administration	891,778	583,083
$ 25,265,000		$ 25,805,687	$ 24,879,903

See accompanying notes.

SCHEDULE OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCE - WATERWORKS OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1988

BUDGET 1988 (unaudited)		ACTUAL 1988	ACTUAL 1987
	REVENUES		
$ 12,714,200	Sale of Water	$ 14,460,994	$ 11,636,664
404,700	Watering of City Parks	401,627	401,154
354,400	Fire Hydrant Charge	354,400	344,600
283,200	Local Improvements	309,226	359,518
205,500	Service Fees and Other	225,496	260,891
13,962,000		15,751,743	13,002,827
	EXPENDITURES		
2,759,200	Transmission and Distribution	3,318,717	2,758,425
1,378,600	Power and Pumping	1,617,173	1,348,645
2,261,800	Water Supply	2,395,112	2,139,059
1,580,200	Administration	1,551,835	1,270,448
1,394,100	Debenture Payments - Interest	1,394,082	1,429,400
571,200	- Principal	571,210	553,532
9,945,100		10,848,129	9,499,509
4,016,900	Excess of Revenues (Expenditures) Before Internal Transfers	4,903,614	3,503,318
	Internal Transfers		
	Transfers to Reserves		
	- Waterworks Capital		(408,431)
	- Waterworks Operating	(874,564)	(408,431)
(4,016,900)	Revenue Contributions to Capital	(4,029,050)	(2,686,456)
(4,016,900)		(4,903,614)	(3,503,318)
$ -	Fund Balance, Beginning and End of Year	$ -	$ -

See accompanying notes.

SCHEDULE OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCE - SEWAGE OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1988

BUDGET 1988 (unaudited)		ACTUAL 1988	ACTUAL 1987
	REVENUES		
$ 9,970,600	Sewer Service Charge	$ 10,543,291	$ 8,893,537
24,600	Local Improvements	24,641	30,351
17,500	Other	13,879	16,737
10,012,700		10,581,811	8,940,625
	EXPENDITURES		
3,246,400	Sewage Pumping and Treatment	2,931,196	2,754,164
675,000	Domestic Sewers and Connections	765,341	682,830
218,900	Tests and Records	229,393	235,936
1,478,300	Administration	1,498,059	1,393,920
1,491,300	Debenture Payments - Interest	1,491,328	1,533,563
684,300	- Principal	684,278	648,548
7,794,200		7,599,595	7,248,961
2,218,500	Excess of Revenues (Expenditures) Before Internal Transfers	2,982,216	1,691,664
	Internal Transfers		
	Transfers to Reserves		
	- Sewage Capital		(373,782)
	- Sewage Operating	(713,382)	(115,134)
(2,218,500)	Revenue Contributions to Capital	(2,268,834)	(1,202,748)
(2,218,500)		(2,982,216)	(1,691,664)
$ -	Fund Balance, Beginning and End of Year	$ -	$ -

See accompanying notes.

SCHEDULE OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCE - TRANSIT OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1988

BUDGET 1988 (unaudited)		ACTUAL 1988	ACTUAL 1987
	REVENUES		
$ 2,772,700	Senior Citizens' Passes	$ 2,670,055	$ 2,530,538
3,846,900	Ticket and Pass Sales	3,504,987	3,344,709
700,300	Provincial Transit Grant	700,256	700,256
536,300	Other	574,264	454,799
7,856,200		7,449,562	7,030,302
	EXPENDITURES		
7,905,000	Transportation of Passengers	7,938,596	7,758,640
2,524,700	Maintenance of Structures and Equipment	2,503,997	2,502,169
877,700	Administration	838,899	1,044,138
110,800	Debenture Payments - Interest	110,835	123,715
124,700	- Principal	124,667	112,000
11,542,900		11,516,994	11,540,662
(3,686,700)	Excess of Revenues (Expenditures) Before Internal Transfers	(4,067,432)	(4,510,360)
	Internal Transfers		
4,844,900	Funding of Deficit From General Operations	5,234,532	5,674,215
(1,104,900)	Tranfers to Capital Reserves	(1,104,900)	(1,147,900)
(53,300)	Capital Trust Loan Repayment	(53,300)	(53,300)
-	Transfers (to) From Operating Reserve	(8,900)	37,345
3,686,700		4,067,432	4,510,360
$ -	Fund Balance, Beginning and End of Year	$ -	$ -

See accompanying notes.

GENERAL
TRUST FUND

AUDITORS' REPORT

1988

To: His Worship the Mayor and
Members of City Council

We have examined the balance sheet of the City of Regina General Trust Fund as at December 31, 1988 and the statement of revenues, expenditures and changes in fund balance for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the fund as at December 31, 1988 and the results of its operations for the year then ended in accordance with accounting practices described in Note 1 applied on a basis consistent with that of the preceding year.

Coopers & Lybrand

Chartered Accountants
Regina, Saskatchewan
April 21, 1989

BALANCE SHEET

DECEMBER 31, 1988

	DOLLARS IN THOUSANDS 1988	1987
ASSETS		
Current Assets		
Cash	$ 31	$
Short-Term Investments	981	940
Accrued Interest	2	4
	1,014	944
Loans Receivable		
Regina Public Library Board	33	52
General Revenue Fund	1,850	1,754
	1,883	1,806
	$ 2,897	$ 2,750
LIABILITIES		
Current Liabilities		
Investment Losses	$	$ 4
EQUITY		
Fund Balance	2,897	2,746
	$ 2,897	$ 2,750

See accompanying notes.

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

FOR THE YEAR ENDED DECEMBER 31, 1988

	DOLLARS IN THOUSANDS 1988	1987
REVENUES		
Contributions	$ 130	$ 124
Interest	65	64
	195	188
EXPENDITURES		
Refunds	2	3
Commuted Taxes	42	40
	44	43
Net Earnings for the Year	151	145
Fund Balance, Beginning of Year	2,746	2,601
Fund Balance, End of Year	$ 2,897	$ 2,746

See accompanying notes.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1988

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING PRACTICES

Funds are invested with the General Investment Fund. The General Investment Fund records all investments at cost. Under this policy, premiums and discounts paid for fixed income investments are not recognized in the accounts until they are realized at the time of sale or maturity. All other investment revenue is recorded on an accrual basis.

NOTE 2 PURPOSE OF FUND

The General Trust Fund is used to hold three trusts as established by the City of Regina:

(a) Perpetual Care Trust – Established by the City of Regina under Section 19 of the Cemeteries Act. Funds are held in the trust and invested in the General Investment Fund. Interest earned on the investments is used to cover operating expenses incurred for perpetual care.

(b) Commuted Taxes – Established by the City of Regina under Section 17 of the Local Improvement Act. Funds are held in trust for local improvements paid in one lump sum by a taxpayer; a proportionate amount is withdrawn each year to satisfy the borrowing requirement applicable to that local improvement.

(c) Williamson Driver Award – Established under the Trust Act. Bond bequested to the City and each year the interest is awarded to a Transit employee with a safe driving record.

SINKING FUND
TRUSTEES REPORT

THE SINKING FUND TRUSTEES

1988

To: His Worship the Mayor
and Members of City Council

In accordance with Section 229 (1) and (4) of The Urban Municipality Act, 1984, and the provisions contained in the Sinking Fund Trustees Bylaw and the respective bylaws that establish the City's pension plans, we submit herewith our financial report for the year ended December 31, 1988.

The respective report of the City's External Auditors, Coopers & Lybrand, and the financial statements of the following funds are included for your consideration: City of Regina Sinking Fund, The Regina Civic Employees' Superannuation and Benefit Plan, The Regina Police Superannuation and Benefit, Plan, The Regina Elected Officials' Pension Plan and the City of Regina Casual Employees' Superannuation Plan.

Comparative information for the aforementioned funds for 1987 and 1988 is shown below:

Total Assets

	Book Value (000's)		
	1987	1988	Change
Sinking Fund	$ 24,292	$ 25,553	5.2%
Civic Pension Plan	166,873	179,143	7.4%
Police Pension Plan	41,774	45,547	9.0%
Elected Officials' Pension	338	366	8.2%
Casual Employees' Pension	210	494	135.2%
Total	$233,487	$251,103	7.5%

Total Assets

	Market Value (000's)		
	1987	1988	Change
Sinking Fund	$ 27,064	$ 28,497	5.3%
Civic Pension Plan	166,951	185,298	11.0%
Police Pension Plan	41,931	47,317	12.8%
Elected Officials' Pension	344	370	7.6%
Casual Employees' Pension	210	494	135.2%
Total	$236,500	$261,976	10.8%

THE SINKING FUND TRUSTEES

1988

MARKET ASSET MIX (%)

	Sinking Fund		Civic Pension		Police Pension		Elected Officials		Casual Employees	
	1987	1988	1987	1988	1987	1988	1987	1988	1987	1988
Cash	10.4	10.6	7.9	10.6	9.2	10.3	27.9	20.8	100.0	30.1
Bonds	88.6	88.7	55.6	51.7	56.4	52.9	69.8	77.6	0.0	24.8
Mortgages	0.0	0.0	4.3	4.2	3.9	3.4	0.0	0.0	0.0	35.2
Equities	0.0	0.0	28.9	31.2	29.0	32.0	0.0	0.0	0.0	0.0
Real Estate	0.0	0.0	1.7	0.7	0.0	0.0	0.0	0.0	0.0	9.9
Other	1.0	0.7	1.6	1.6	1.5	1.4	2.3	1.6	0.0	0.0
	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0

MARKET RETURN ON INVESTMENT (%)

	1988	1987	1986	3 Year Annualized
Sinking Fund	10.3	4.4	13.5	9.3
Civic Pension	12.3	3.6	11.9	9.2
Police Pension	11.6	3.6	13.9	9.6
Elected Officials' Pension	9.4	5.3	14.4	9.6
Casual Employees' Pension	8.0	8.0	–	–

The securities of all Funds are held in safekeeping at either a bank, trust or insurance company.

Respectfully submitted,
Sinking Fund Trustees

A. R. Linner,
Chairman

H. M. Walters,
Vice-Chairman

D. W. Black,
Trustee

R. W. Garvey,
Secretary

AUDITORS' REPORT

1988

To: The Sinking Fund Trustees
of the City of Regina

We have examined the balance sheets of:

City of Regina Sinking Fund,

City of Regina Civic Employees' Superannuation and Benefit Plan,

City of Regina Police Superannuation and Benefit Plan,

City of Regina Elected Officials' Pension Plan, and

City of Regina Casual Employees' Superannuation Plan

as at December 31, 1988 and the related statements of revenue, expenditure, and surplus or plan balance for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Sinking Fund or Pension Plan as at December 31, 1988 and the results of their operations for the year then ended in accordance with accounting practices described in Note 1 of each Fund or Plan applied on a basis consistent with that of the preceding year.

Coopers & Lybrand

Chartered Accountants
Regina, Saskatchewan
April 21, 1989

BALANCE SHEET

DECEMBER 31, 1988

	DOLLARS IN THOUSANDS 1988	1987
ASSETS		
Current Assets		
Cash	$ 356	$ 340
Short-Term Investments	2,388	2,484
Accrued Interest	268	263
Accounts Receivable	221	
	3,233	3,087
Investments (Note 4)		
Bonds	22,320	21,205
	$ 25,553	$ 24,292
RESERVES		
Reserves		
Debt Retirement (Note 5)	$ 21,051	$ 19,341
Investment Losses	2,689	2,689
	23,740	22,030
SURPLUS		
Surplus	1,813	2,262
	$ 25,553	$ 24,292

See accompanying notes.

STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS

FOR THE YEAR ENDED DECEMBER 31, 1988

	DOLLARS IN THOUSANDS 1988	1987
REVENUE		
Levies – City of Regina	$ 1,954	$ 2,266
Investment	2,540	2,971
	4,494	5,237
EXPENDITURE		
Amortization Installments – Levies	1,954	2,266
Earning Requirement	727	709
	2,681	2,975
Surplus For the Year	1,813	2,262
Surplus, Beginning of Year	2,262	2,252
	4,075	4,514
Payments to the City of Regina	(2,262)	(2,252)
Surplus, End of Year	$ 1,813	$ 2,262

See accompanying notes.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1988

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING PRACTICES

(a) Investments have been recorded at cost.

(b) Investment revenue is recorded on the accrual basis.

(c) Discounts and premiums paid for fixed income investments are not recognized in the accounts until they are realized at the time of sale or maturity.

(d) Realized gains and losses from the sale of investments are calculated using an average cost basis and are reflected in earnings as incurred.

NOTE 2 PURPOSE OF FUND

The Sinking Fund has been established to enable the City of Regina to meet its future requirements for retirement of debt issued under the sinking fund plan of repayment.

NOTE 3 STATUTORY REQUIREMENTS

The Sinking Fund must comply with various requirements as set out in The Urban Municipality Act, 1984. All purchases of investments, redemption requirements for debentures, and transfer of surplus to the City of Regina Revenue Fund are subject to the formal approval of the Saskatchewan Municipal Board.

NOTE 4 INVESTMENTS

Investments, which are recorded at a cost of $22,320,000 (1987 – $21,205,000), have a market value of $25,264,000 (1987 – $23,977,000).

NOTE 5 RESERVE FOR DEBT RETIREMENT

The reserve for debt retirement is the total accumulated annual sinking fund levies plus interest compounded annually at the rate of three percent for debt issued prior to 1972 and four percent for debt issued in 1972 and subsequent years. During the year the reserve balance changed as follows:

	1988 ($000)	1987 ($000)
Reserve, Beginning of Year	$ 19,341	$ 22,321
Levies	1,954	2,266
Earning Requirement	727	709
	22,022	25,296
Redemptions	971	5,955
Reserve, End of Year	$ 21,051	$ 19,341

BALANCE SHEET

DECEMBER 31, 1988

	DOLLARS IN THOUSANDS 1988	1987
ASSETS		
Current Assets		
Cash	$ 528	$ 820
Short-Term Investments	19,027	12,479
Accounts Receivable	565	709
Accrued Interest	2,417	2,037
	22,537	16,045
Investments (Note 4)		
Bonds	96,346	94,335
Mortgages	7,868	7,174
Equities	51,089	46,567
Real Estate	1,303	2,752
	156,606	150,828
	$ 179,143	$ 166,873
LIABILITIES AND PLAN BALANCE		
Liabilities		
Accounts Payable	$ 271	$ 320
Mortgage Payable (Note 5)	292	727
Due To Other Funds	1	297
	564	1,344
Plan Balance	178,579	165,529
	$ 179,143	$ 166,873

See accompanying notes.

STATEMENT OF REVENUE, EXPENDITURE AND PLAN BALANCE

FOR THE YEAR ENDED DECEMBER 31, 1988

	DOLLARS IN THOUSANDS 1988	1987
REVENUE		
Contributions	$ 11,207	$ 11,574
Investment (Note 6)	13,727	16,697
	24,934	28,271
EXPENDITURE		
Pensions	9,596	8,110
Refunds	1,388	952
Administrative	900	858
	11,884	9,920
Increase in Plan Balance for the Year	13,050	18,351
Plan Balance, Beginning of Year	165,529	147,178
Plan Balance, End of Year	$ 178,579	$ 165,529

See accompanying notes.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1988

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING PRACTICES

(a) Investments have been recorded at cost.

(b) Investment revenue is recorded on the accrual basis, except for dividend income which is recorded on a cash basis.

(c) Discounts and premiums paid for fixed income investments are not recognized in the accounts until they are realized at the time of sale or maturity.

(d) Realized gains and losses from the sale of investments are calculated using an average cost basis and are reflected in earnings as incurred.

(e) Contributions are accounted for on the accrual basis.

(f) All foreign investment transactions are converted into Canadian dollars at the exchange rate prevailing at the transaction date. No provision has been made in the accounts for unrealized gains or losses from foreign exchange translation of investments at year end.

NOTE 2 PRIOR SERVICE PENSION COSTS

In addition to the regular matching contributions, the City, together with other participating Boards, must pay into The City of Regina Civic Employees' Superannuation and Benefit Plan on a monthly basis during each year up to an including 1993, an annualized amount of $155,149 in respect of the initial unfunded liability of the Plan.

NOTE 3 ACTUARIAL VALUATION

The report of the Wyatt Company, Consulting Actuaries, dated November 7, 1988, with respect to the triennial valuation of the Plan for the period ending December 31, 1987, indicated that, the present and prospective assets of the Plan exceed the present and prospective actuarial liabilities of the Plan with respect to benefits payable under the Plan by $4,057,000.

NOTE 4 MARKET VALUE OF INVESTMENTS

	1988 ($000)	1987 ($000)
Bonds	$ 95,793	$ 92,804
Mortgages	7,868	7,174
Equities	57,797	48,175
Real Estate	1,303	2,752
	$162,761	$150,905

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1988

NOTE 5 MORTGAGE PAYABLE

	1988	1987
6.75% Mortgage Payable in monthly installments of $7,300 combined principal and interest. The mortgage matures February 1, 1992 and is secured by real property with a book value of $1,303,460.	$291,833	$726,615

Principal amounts due in each of the next four years are as follows:

1989	$ 70,293
1990	75,118
1991	80,274
1992	66,148

NOTE 6 INVESTMENT REVENUE

	1988	1987
Interest and Dividends	$13,459,210	$11,850,870
Realized Gain on Sales of Investments	268,043	4,846,422
Total Investment Revenue	$13,727,253	$16,697,292

BALANCE SHEET

DECEMBER 31, 1988

	DOLLARS IN THOUSANDS 1988	1987
ASSETS		
Current Assets		
Cash	$ 879	$ 592
Short-Term Investments	3,992	3,277
Accounts Receivable	35	34
Accrued Interest	674	573
Due From Other Funds		38
	5,580	4,514
Investments (Note 4)		
Bonds	24,912	23,825
Mortgages	1,604	1,625
Equities	13,451	11,810
	39,967	37,260
	$ 45,547	$ 41,774
LIABILITIES AND PLAN BALANCE		
Liabilities		
Accounts Payable	$ 18	$ 44
Plan Balance	45,529	41,730
	$ 45,547	$ 41,774

See accompanying notes.

STATEMENT OF REVENUE, EXPENDITURE AND PLAN BALANCE

FOR THE YEAR ENDED DECEMBER 31, 1988

	DOLLARS IN THOUSANDS 1988	1987
REVENUE		
Contributions	$ 3,256	$ 3,167
Investment (Note 5)	3,229	3,904
	6,485	7,071
EXPENDITURE		
Pensions	2,486	2,310
Refunds	60	1
Administrative	140	194
	2,686	2,505
Increase in Plan Balance for the Year	3,799	4,566
Plan Balance, Beginning of Year As Previously Reported	41,730	37,460
Adjustment of Prior Year's Revenue		(296)
Restated	41,730	37,164
Plan Balance, End of Year	$ 45,529	$ 41,730

See accompanying notes.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1988

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING PRACTICES

(a) Investments have been recorded at cost.

(b) Investment revenue is recorded on the accrual basis, except dividend revenue which is recorded on a cash basis.

(c) Discounts and premiums paid for fixed income investments are not recognized in the accounts until they are realized at the time of sale or maturity.

(d) Realized gains and losses from the sale of investments are calculated using an average cost basis and are reflected in earnings as incurred.

(e) Contributions are accounted for on the accrual basis.

(f) All foreign investment transactions are converted into Canadian dollars at the exchange rate prevailing at the transaction date. No provision has been made in the accounts for unrealized gains or losses from foreign exchange translation of investments at year end.

NOTE 2 PRIOR SERVICE PENSION COSTS

In addition to the regular matching contributions, the City, through the Board of Police Commissioners, must pay into The Regina Police Superannuation and Benefit Plan on a monthly basis each year up to and including 2008 an annualized amount of $63,949 in respect of the initial unfunded liability of the Plan.

NOTE 3 ACTUARIAL VALUATION

The report of the Wyatt Company, Consulting Actuaries, dated July 30, 1986, with respect to the triennial valuation of the Plan for the period ending December 31, 1985, indicated that, as of the valuation date, the present and prospective assets of the Plan exceed present and prospective liabilities of the Plan with respect to benefits payable under the Plan by $261,000. The 1988 valuation was not complete at the date of this report.

NOTE 4 MARKET VALUE OF INVESTMENTS

	1988 ($000)	1987 ($000)
Bonds	$ 25,012	$ 23,648
Mortgages	1,604	1,625
Equities	15,121	12,144
	$ 41,737	$ 37,417

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1988

NOTE 5 INVESTMENT REVENUE

	1988	1987
Interest and Dividends	$ 3,434,911	$ 3,062,624
Realized Gain (Loss) on Sale of Investments	(206,016)	840,528
Total Investment Revenue	$ 3,228,895	$ 3,903,152

BALANCE SHEET

DECEMBER 31, 1988

	DOLLARS IN THOUSANDS 1988	1987
ASSETS		
Current Assets		
Cash	$ 4	$ 17
Short-Term Investments	73	79
Accounts Receivable		2
Accrued Interest	6	6
	83	104
Investments (Note 4)		
Bonds	283	234
	$ 366	$ 338
LIABILITIES AND PLAN BALANCE		
Liabilities		
Accounts Payable	$ 2	$
Plan Balance	364	338
	$ 366	$ 338

See accompanying notes.

STATEMENT OF REVENUE, EXPENDITURE AND PLAN BALANCE

FOR THE YEAR ENDED DECEMBER 31, 1988

	DOLLARS IN THOUSANDS 1988	1987
REVENUE		
Contributions	$ 20	$ 23
Investment	33	38
	53	61
EXPENDITURE		
Pensions and Refunds	23	23
Administrative	4	3
	27	26
Increase in Plan Balance for the Year	26	35
Plan Balance, Beginning of Year	338	303
Plan Balance, End of Year	$ 364	$ 338

See accompanying notes.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1988

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING PRACTICES

(a) Investments have been recorded at cost.

(b) Investment revenue is recorded on the accrual basis.

(c) Discounts and premiums paid for fixed income investments are not recognized in the accounts until they are realized at the time of sale or maturity.

(d) Realized gains and losses from the sale of investments are calculated using an average cost basis and are reflected in earnings as incurred.

(e) Contributions are accounted for on the accrual basis.

NOTE 2 PRIOR SERVICE PENSION COSTS

In addition to the regular matching contributions, the City must pay into The Elected Officials' Pension Plan on a monthly basis during each year up to and including 1990, an annualized amount of $2,873 in respect of the initial unfunded liability of the Plan.

NOTE 3 ACTUARIAL VALUATION

The report of the Wyatt Company, Consulting Actuaries, dated August 8, 1986, with respect to the triennial valuation of the Plan for the period ending December 31, 1985, indicated that, as of the valuation date, the present and prospective assets of the Plan exceed present and prospective actuarial liabilities with respect to the benefits payable under the Plan by $34,337. The 1988 valuation was not complete at the date of this report.

NOTE 4 INVESTMENTS

Investments which are recorded at a cost of $283,000 (1987 – $234,000) have a market value of $287,000 (1987 – $240,000).

BALANCE SHEET

DECEMBER 31, 1988

	DOLLARS IN THOUSANDS 1988	1987
ASSETS		
Current Assets		
Cash	$	$ 4
Short-Term Investments	148	206
	148	210
Long-Term Investments	346	
	$ 494	$ 210
PLAN BALANCE		
Plan Balance	$ 494	$ 210

See accompanying notes.

STATEMENT OF REVENUE, EXPENDITURE AND PLAN BALANCE

FOR THE YEAR ENDED DECEMBER 31, 1988

	DOLLARS IN THOUSANDS 1988	1987
REVENUE		
Contributions	$ 263	$ 201
Investment	28	9
	291	210
EXPENDITURE		
Refunds	3	
Administrative	4	
	7	
Increase in Plan Balance for the Year	284	210
Plan Balance, Beginning of Year	210	
Plan Balance, End of Year	$ 494	$ 210

See accompanying notes.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1988

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING PRACTICES

The City of Regina Casual Employees' Superannuation Plan is a defined contribution plan with investments recorded at market value. Under this policy investment earnings of the Plan are accounted for on the accrual basis with unrealized gains and losses recorded as revenue in the current accounting period.

STATISTICS

STATISTICS

Assessment and Taxation Information

	1988	1987	1986	1985	1984
MILL RATES					
City Council	62.03	62.03	60.81	58.58	55.99
Schools	59.93	57.41	57.01	55.35	55.35
Library	6.11	6.11	5.95	5.73	5.57
	128.07	125.55	123.77	119.66	116.91

(In thousands except for per capita and percentages)
For the Year Ended December 31

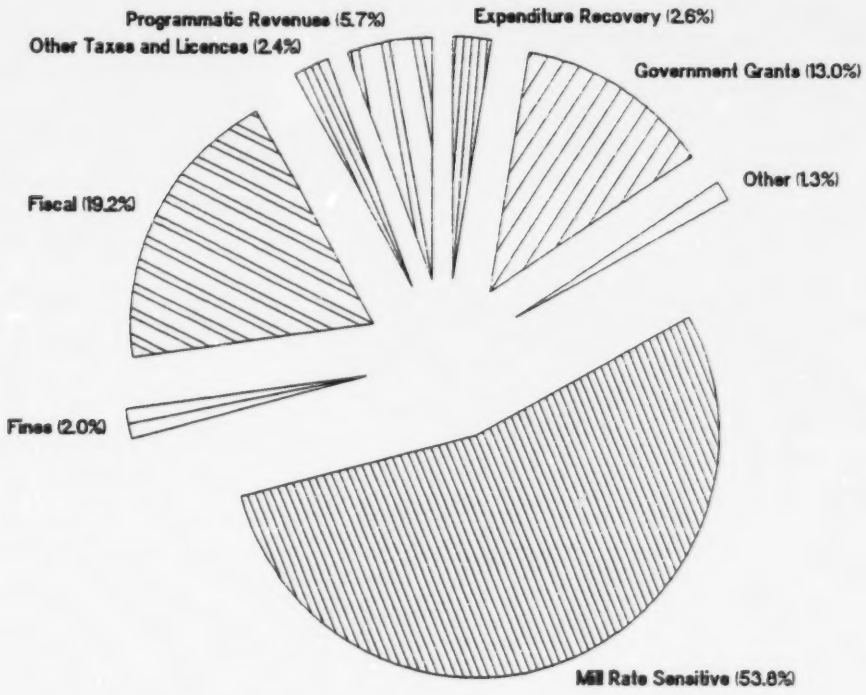
TAXABLE ASSESSMENT					
Residential	$ 644,422	$ 620,303	$ 604,771	$ 592,788	$ 580,971
Commercial/Industrial	338,462	334,156	328,800	325,704	323,474
Institutional	4,925	5,278	4,906	5,081	4,802
Business	125,363	122,421	116,832	105,206	103,795
	$1,113,172	$1,082,158	$1,055,309	$1,028,779	$1,013,042
TAX COLLECTION					
Total Tax Levy [1]	$ 142,564	$ 135,865	$ 130,616	$ 123,104	$ 118,434
Per Capita	795	761	741	703	687
Tax Arrears	7,698	7,590	8,044	8,206	6,579
% of Total Tax Levy	5.40%	5.59%	6.16%	6.67%	5.55%

(1) Includes School Boards and Library tax levy
Source: City of Regina Records

STATISTICS

Revenue

WHERE THE MONEY CAME FROM



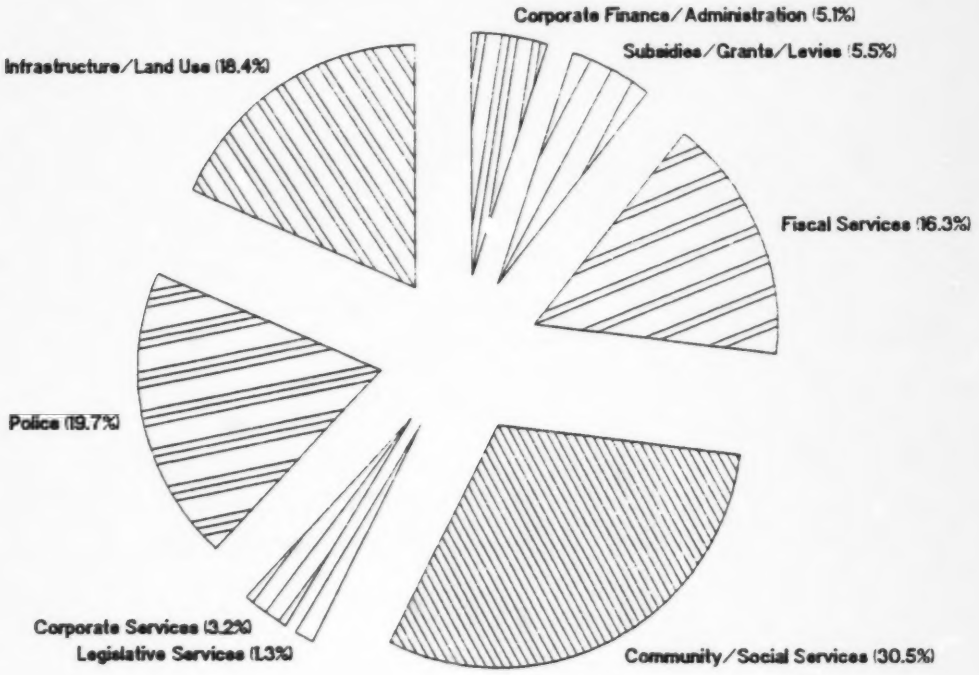
(Dollars in Thousands)

	1988	1987
Mill Rate Sensitive	$ 72,585	$ 70,939
Other Taxes and Licences	3,233	3,162
Government Grants	17,591	17,175
Programmatic Revenues	7,652	7,160
Fiscal Revenues	25,875	21,507
Fines	2,650	2,419
Other Revenue	1,794	797
Expenditure Recovery	3,460	3,714
	$134,840	$126,873

STATISTICS

Expenditures

WHERE THE MONEY WAS SPENT



(Dollars in Thousands)

	1988	1987
Legislative Services	$ 1,639	$ 1,161
Corporate Services	4,191	4,531
Finance and Administration	6,695	7,139
Community and Social Services	40,006	38,305
Infrastructure and Land Use	24,132	25,447
Subsidies, Grants and Levies	7,253	6,903
Police	25,806	24,880
Fiscal Services (Includes Interfund Transfers, Debt Repayments, Transit Deficit and Transfers to Reserves)	21,423	18,284
	$131,145	$126,650

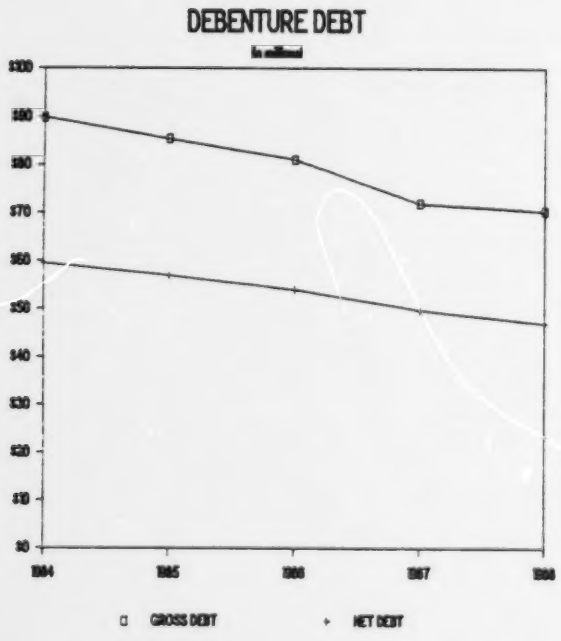
STATISTICS

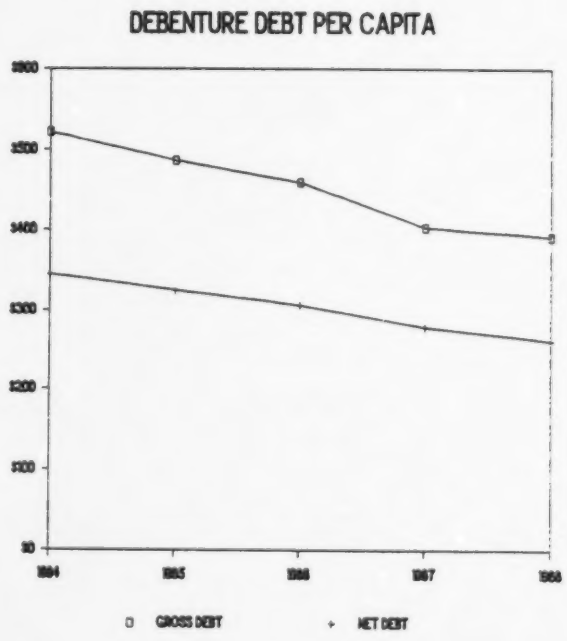
Debt Information

(Thousands of Dollars)

DEBENTURE DEBT 1988

	Serial Debentures	Sinking Fund Debentures	Total Gross Debt	Sinking Fund Reserve	Net Debt Of Sinking Fund Reserve
General Municipal	$ 10,748	$ 28,288	$ 39,036	$ 11,086	$ 27,950
Waterworks	3,131	8,495	11,626	3,734	7,892
Sewage	6,562	5,039	11,601	1,783	9,818
Transit	847		847		847
Schools	1,633	5,549	7,182	4,448	2,734
	$ 22,921	$ 47,371	$ 70,292	$ 21,051	$ 49,241
Add: Provision for Foreign Exchange Loss					360
Less: Recoverable From School Board					(2,734)
Net Debenture Debt					$46,867





STATISTICS

Debt Information

(Thousands of Dollars)

DEBENTURE DEBT SERVICING EXPENDITURE

	1988	1987	1986	1985	1984
General Debenture Debt					
Principal	$ 2,273	$ 2,472	$ 2,439	$ 2,321	$ 2,350
Interest	4,710	4,883	5,044	5,330	4,979
	6,983	7,355	7,483	7,651	7,329
Waterworks Utility Debenture Debt					
Principal	571	554	552	540	514
Interest	1,394	1,429	1,489	1,518	1,410
	1,965	1,983	2,041	2,058	1,924
Sewage Utility Debenture Debt					
Principal	684	649	664	768	732
Interest	1,491	1,534	1,574	1,647	1,688
	2,175	2,183	2,238	2,415	2,420
Transit System Debenture Debt					
Principal	125	112	101	91	83
Interest	111	124	135	144	153
	236	236	236	235	236
	$ 11,359	$ 11,757	$ 11,998	$ 12,359	$ 11,909

STATISTICS

Demographic and Economic Information

	For the Year Ended December 31				
	1988	1987	1986	1985	1984
POPULATION	179,400	178,520	176,200	175,200	172,340
BUILDING PERMITS					
Number	2,760	4,000	3,947	3,009	3,196
Value (in thousands)	$152,538	$208,358	$200,483	$138,568	$168,835
URBAN DWELLING STARTS					
Regina	1,017	1,235	1,606	1,189	1,117
Saskatchewan	3,856	4,895	5,510	4,111	3,459
Canada	222,562	245,986	199,785	139,668	110,807
INFLATION RATE (CPI)					
Regina	4.3%	4.9.%	2.1%	3.7%	4.4%
Canada	4.1%	4.4%	4.1%	4.0%	4.4%
UNEMPLOYMENT RATE					
Regina	7.1%	6.9%	8.2%	9.6%	8.3%
Saskatchewan	7.5%	7.3%	7.6%	8.1%	8.0%
Canada	7.8%	8.9%	9.6%	10.5%	11.3%
AVERAGE SELLING PRICE OF HOMES					
Regina	$ 65,355	$ 65,078	$ 64,257	$ 62,700	$ 59,177
Saskatchewan	68,324	65,805	64,547	62,025	60,022
Canada	131,505	111,518	102,422	79,198	78,160

Source: City of Regina, Statistics Canada, Regina Real Estate Association (Homes processed through the multiple listing system), Canada Mortgage and Housing Corporation.

CITY OF REGINA PERMANENT PERSONNEL ESTABLISHMENT

	1988	1987	1986	1985	1984
	2,124	2,145	2,147	2,151	2,157
Increase (Decrease) From Previous Year	(21)	(2)	(4)	(6)	7

REGINA PUBLIC LIBRARY BOARD

AUDITORS' REPORT

1988

To: The Chairman and Members of
The Regina Public Library Board:

We have examined the balance sheet of The Regina Public Library Board as at December 31, 1988 and the statements of revenue, expenditure and general fund surplus, capital fund surplus and capital project reserve fund surplus for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the board as at December 31, 1988 and the results of its operations for the year then ended in accordance with accounting practices described in Note 1 applied on a basis consistent with that of the preceding year.

Coopers & Lybrand

Chartered Accountants
Regina, Saskatchewan
January 25, 1989

BALANCE SHEET

AS AT DECEMBER 31, 1988

	1988	1987
ASSETS		
General Fund		
Cash and Short-Term Investments	$ 1,172,561	$ 1,132,853
Restricted Cash and Short-Term Investments (Note 2)	189,059	149,966
Accounts Receivable and Interest Receivable	65,481	30,037
Prepaid Expense	59,404	5,862
	1,486,505	1,318,718
Capital Project Reserve Fund		
Short-Term Investments	166,784	303,382
Interest Receivable	10,400	17,702
Due From General Fund	694,215	721,367
	871,399	1,042,451
Capital Fund		
Property and Equipment (Note 3)	15,283,566	14,127,020
	$ 17,641,470	$ 16,488,189
LIABILITIES AND FUND SURPLUS		
General Fund		
Accounts Payable and Accrued Charges	$ 256,093	$ 288,363
Deferred Revenue	21,266	
Dunlop Art Gallery Projects (Note 4)	174,596	119,712
Due to Capital Project Reserve Fund	694,215	721,367
Surplus	340,335	189,276
	1,486,505	1,318,718
Capital Project Reserve Fund		
Surplus	871,399	1,042,451
Capital Fund		
Long-Term Debt (Note 5)	79,520	119,281
Surplus	15,204,046	14,007,739
	15,283,566	14,127,020
	$ 17,641,470	$ 16,488,189

STATEMENT OF REVENUE, EXPENDITURE AND GENERAL FUND SURPLUS

FOR THE YEAR ENDED DECEMBER 31, 1988

	1988	1987
REVENUE		
Taxes and Grants		
City of Regina Tax Levy	$ 6,871,046	$ 6,676,461
Grants–In–Lieu of Taxes		
Provincial Government	218,912	202,139
Federal Government	130,547	125,019
Housing Authorities	81,747	58,523
CPR	6,751	25,589
Provincial Operating Grant	340,881	334,053
Literacy Grants	32,734	
South East Regional Library Grant	7,101	6,521
	7,689,719	7,428,305
Other Revenue		
Fines	102,078	93,834
Interest	76,249	4,246
Activities and Programs	67,511	27,784
Copier	66,804	76,866
Rentals	53,841	49,097
Sundry	26,494	23,084
	392,977	324,911
	8,082,696	7,753,216
EXPENDITURE		
Operating – Schedule 1	6,187,277	5,976,693
EXCESS OF REVENUE OVER EXPENDITURE	1,895,419	1,776,523
TRANSFERS		
Transfer To Capital Fund – Schedule 2	1,244,360	1,166,978
Transfer To Capital Project Reserve Fund	500,000	577,000
EXCESS REVENUE AFTER TRANSFERS	151,059	32,545
GENERAL FUND SURPLUS – BEGINNING OF YEAR	189,276	156,731
GENERAL FUND SURPLUS – END OF YEAR	$ 340,335	$ 189,276

THE REGINA PUBLIC LIBRARY BOARD

STATEMENT OF CAPITAL FUND SURPLUS

FOR THE YEAR ENDED DECEMBER 31, 1988

	1988	1987
BALANCE – BEGINNING OF YEAR	$ 14,007,739	$ 13,255,580
Transfer From General Fund – Schedule 2	1,244,360	1,166,978
Transfer From Capital Project Reserve Fund	719,650	188,594
	15,971,749	14,611,152
Property and Equipment Withdrawn From Service	767,703	603,413
BALANCE – END OF YEAR	$ 15,204,046	$ 14,007,739

THE REGINA PUBLIC LIBRARY BOARD

STATEMENT OF CAPITAL PROJECT RESERVE FUND SURPLUS

FOR THE YEAR ENDED DECEMBER 31, 1988

	1988	1987
BALANCE – BEGINNING OF YEAR	$ 1,042,451	$ 605,563
Transfer From General Fund	500,000	577,000
Interest Earned	48,598	48,482
	1,591,049	1,231,045
Expenditure		
Automation	409,794	(4,085)
Building Improvements	67,427	59,679
Sunrise Branch – Building Construction	82,182	
Sunrise Branch – Books and Other Materials	142,000	133,000
Delivery Vehicle	18,247	
Transfer To Capital Fund	719,650	188,594
BALANCE – END OF YEAR	$ 871,399	$ 1,042,451

SCHEDULE OF OPERATING EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31, 1988

	1988	1987
Salaries and Wages	$ 4,082,673	$ 4,001,749
Pension Contributions	266,470	260,306
Employee Benefits	197,970	176,426
Fuel, Light and Water	190,419	179,713
Maintenance – Buildings	174,298	183,734
City of Regina Service Charge	170,037	165,300
Printing, Production and Office Supplies	142,821	146,031
Rental for Branches	126,437	126,892
Maintenance – Computer	105,681	100,587
Public Programs and Promotion	97,967	104,594
Telephone	78,185	70,057
Periodicals	66,794	58,208
Postage	63,677	56,215
Copier Rental	63,579	58,590
Literacy Program	32,734	
Film Theatre	31,661	9,212
Travel	28,125	23,050
Sundry	26,380	29,102
Art Gallery	24,663	16,711
Recruiting	24,534	
Professional Fees	24,416	18,687
Insurance	22,942	22,946
Janitors' Supplies	16,876	13,707
Interest on Long–Term Debt of Capital Fund	16,401	21,868
Data Base Searches	12,880	17,929
Board Members' Honoraria	12,840	9,587
Maintenance – Films and Records	11,478	26,712
Maintenance – Furniture and Equipment	11,462	9,691
Rentals	10,867	5,438
Maintenance – Grounds	9,511	19,225
Inter–Library Services	9,201	9,798
Staff Development	8,061	8,138
Book Repairs	7,038	4,725
Maintenance – Vehicles	5,413	6,115
Research and Development	4,865	8,520
Taxes and Licences	3,665	3,760
Entertainment	2,357	1,453
Workers' Compensation	1,899	1,917
	$ 6,187,277	$ 5,976,693

SCHEDULE OF GENERAL FUND TRANSFER TO CAPITAL FUND

FOR THE YEAR ENDED DECEMBER 31, 1988

	1988	1987
Books	$ 897,266	$ 845,608
Films and Videos	131,392	126,596
Sound Recordings	93,282	94,767
Furniture and Equipment	73,327	42,177
Loan Repayment	39,760	39,760
Works of Art	9,333	18,070
	$ 1,244,360	$ 1,166,978

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 1988

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with the following accounting practices:

(a) Basis of Accounting

The Regina Public Library Board records its financial transactions into self balancing funds. Funds are segregated for the purpose of carrying on specific activities. The following funds are currently in use:

General Fund – Records the operating activities of the library;

Capital Project Reserve Fund – Consists of amounts appropriated from the general fund to fund the expansion of library facilities, renovation of existing branches and purchases of major equipment;

Capital Fund – Records the purchase of all fixed assets required by the library.

(b) Revenue Recognition

The following are recorded on a cash basis:

Revenue – library fines and charges;
– supplementary property taxes.

Expenditure – accumulated sick leave credits;
– employee vacation pay.

(c) Property and Equipment

Property and equipment are recorded at cost. No depreciation is provided on property or equipment, instead debt repayment of principal on long–term debt is treated as a current expenditure.

(d) Transfers to Capital and Capital Project Reserve Funds

Certain capital expenditures, not financed through capital building grants or loan proceeds, are paid for out of current revenue and charged to expenditure in the year of acquisition.

From 1988 to 1992 allocations of not less than $500,000 annually will be made from operations to the capital project reserve fund. Expenditures for certain capital items will be charged to the reserve fund from time to time as approved by the Board. These expenditures, when made, are reflected as additions to proeprty and equipment in the capital fund with a corresponding increase in capital fund surplus. Interest earned on capital project reserve fund investments is credited to the fund.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 1988

(e) Pension Contributions

Permanent employees of the board are members of the City of Regina Civic Employees' Superannuation and Benefit Plan. Pension contributions include the board's matching of deductions from employees and an annual installment required to amortize past service benefits funded by the City of Regina over the period to the year 2000.

NOTE 2 RESTRICTED CASH AND SHORT-TERM INVESTMENTS

Restricted cash and short-term investments comprise:

	1988	1987
Cash and Short-Term Investments – Dunlop Art Gallery	$ 171,794	$ 135,601
Fine Arts Cash	2,214	7,080
Self Leave Fund Cash	15,051	7,285
	$ 189,059	$ 149,966

NOTE 3 PROPERTY AND EQUIPMENT

	1988	1987
Land	$ 172,060	$ 172,060
Buildings	5,328,301	5,179,991
Books, Films, Records and Pictures	6,998,022	6,467,431
Furniture and Equipment	1,413,267	1,339,941
Vehicles and Trailers	82,180	87,656
Automation	1,289,736	879,941
	$15,283,566	$14,127,020

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 1988

NOTE 4 DUNLOP ART GALLERY PROJECTS

	1988	1987
REVENUE		
Grants	$ 140,060	$ 74,678
Project Revenue	19,203	16,441
Other Revenue	15,082	10,560
	174,345	101,679
EXPENDITURE		
Art Exhibits	119,461	109,270
EXCESS REVENUE (EXPENDITURE)	54,884	(7,591)
SURPLUS - BEGINNING OF YEAR	119,712	127,303
SURPLUS - END OF YEAR	$ 174,596	$ 119,712
Surplus End of Year Comprises:		
Cash and Short-Term Investments	$ 171,794	$ 135,601
Accrued Interest Receivable	3,200	3,111
Accounts Receivable	23,175	
Accounts Payable	(23,573)	(19,000)
	$ 174,596	$ 119,712

Unexpended grant revenues are held as cash or short-term investments and will be used exclusively to fund specific art shows or travelling exhibits.

NOTE 5 LONG-TERM DEBT

	1988	1987
13 3/4% loan payable in annual installments of $39,760 plus interest maturing in 1990	$ 79,520	$ 119,281

The aggregate amount of payments required in each of the next two years to meet repayment provisions is as follows:

Year Ending December 31, 1989	$ 39,760
1990	39,760

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 1988

NOTE 6 COMMITMENTS

(a) The Board is committed to the following annual lease payments for rental of buildings:

South Albert Branch	$49,000 per annum to August 31, 1990
Regent Park Branch	$55,200 per annum to July 31, 1996

(b) At its regular meeting of November 16, 1988, the Board authorized the execution of agreements with the City of Regina for the construction and operation of a facility in the South–East portion of the City. On December 20, 1988, the agreements were signed by both parties. Construction is expected to be substantially completed in 1989. This facility will contain a library branch (Sunrise Library). The library's share of the construction contract is expected to be $1,400,000. In addition to this, the library will incur costs for furnishings, landscaping, collections and architect's fees.

(c) The estimated liability for accumulated sick leave credits for long–term employees at December 31, 1988 is approximately $194,000. These amounts are paid upon retirement or termination. The estimated liability for employee vacation pay is approximately $130,000 at December 31, 1988. Accumulated vacation entitlements are paid once annually or upon termination.